

**MINUTES
STATE BOARD OF FINANCE
March 15, 2011
OFFICE OF THE OMB
STATE HOUSE ROOM 212**

Members in Attendance:

Adam Horst, State Budget Director
Kirke Willing, Deputy Auditor
Jim Holden, Chief Deputy Treasurer

Also in Attendance:

Jay Collins, Budget Agency
Kathy Frick, Auditor of State's Office

CALL TO ORDER

SBA Director Adam Horst called the meeting to order.

APPROVAL OF MINUTES

Deputy Auditor Kirke Willing moved to approve the January 13, 2011 minutes, Chief Deputy Treasurer Jim Holden seconded, and the minutes were unanimously approved.

DEFERRED COMPENSATION COMMITTEE

Deputy Auditor Kirke Willing submitted the Indiana Deferred Compensation 2010 Annual Report to the State Board of Finance as required by Indiana Code 5-10-1.1-4(h), a copy of which is attached as Exhibit A. SBA Director Adam Horst moved to approve the report. Chief Deputy Treasurer Jim Holden seconded, the report was unanimously approved.

OUTSTANDING WARRANTS

Auditor of State's Office submitted to the Board, pursuant to IC 4-10-10-3 (c) a list of warrants which have been outstanding for a period of two (2) or more years as of December 31, 2010. The Auditor of State's Office has established fund 74994 for 2008 warrants per IC 4-10-10-5 (c). No motion was required.

DESIGNATION OF A DEPOSITORY FOR PUBLIC FUNDS OF THE STATE

A request was made by Chief Deputy Treasurer Jim Holden, pursuant to I.C. 5-13-9.5, the "Application for Designation as a Depository of Public Funds" be submitted to the Board for approval on behalf of Members Advantage Credit Union.

SBA Director Adam Horst moved to approve the designation, Deputy Auditor Kirke Willing seconded, and the designation was unanimously approved.

INDIANAPOLIS DESEGREGATION DISTRIBUTIONS (14930/17840)

A request was made by the Department of Education for the desegregation distributions to the following Indianapolis School Corporations effective April 15, 2011. The April quarterly installment for desegregation represents one-fourth of the estimated expenses for 2010-2011 and totals \$6,857,461.19. Seven public school corporations under the Order submitted these claims. Transfer tuition comprises \$4,224,188.51. The residual \$2,633,272.68 is transportation, other desegregation costs and transition support.

<u>MSD Decatur Township</u>	
Transfer Tuition	\$419,593.89
Regular Transportation	30,791.10
Extracurricular Transportation	
Other Desegregation Costs	<u>305,731.47</u>
Total	\$756,116.46
<u>Franklin Township</u>	
Transfer Tuition	\$318,893.04
Regular Transportation	42,071.93
Other Desegregation Costs	<u>223,139.49</u>
Total	\$584,104.46
<u>MSD Lawrence Township</u>	
Transfer Tuition	\$247,664.57
Regular Transportation	8,058.66
Other Desegregation Costs	<u>84,603.64</u>
Total	\$340,326.87

<u>MSD Perry Township</u>	
Transfer Tuition	\$1,109,847.23
Regular Transportation	365,297.39
Other Desegregation Costs	<u>538,859.32</u>
Total	\$2,014,003.94
<u>MSD Warren Township</u>	
Transfer Tuition	\$691,351.26
Regular Transportation	27,481.36
Other Desegregation Cost	<u>160,613.96</u>
Total	\$879,446.58
<u>MSD Wayne Township</u>	
Transfer Tuition	\$1,436,838.52
Regular Transportation	199,100.80
Other Desegregation Costs	<u>335,023.56</u>
Total	\$1,970,962.88
<u>Indianapolis Public</u>	
Transition Support	<u>\$312,500.00</u>
Total	\$312,500.00

Pursuant to the Federal Court Order, section 5(a)(1), the State shall repay itself from the state support due the Indianapolis Public Schools the lesser of the total amount of transfer tuition payable to all receiving corporations or certain state and local revenues for the students transferred. Accordingly, the April tuition support payment to the Indianapolis Public Schools will be decreased by \$ 2,359,987.20.

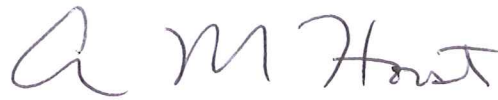
SBA Director Adam Horst added that he will request the Department of Education to present to the Board a brief presentation on the future of the Desegregation program at the June 2011 meeting.

Deputy Auditor Kirke Willing moved to approve the distributions as set forth in the agenda, SBA Director Adam Horst seconded, and the distributions were unanimously approved.

NEW OR OTHER BUSINESS

No new business was brought before the Board.

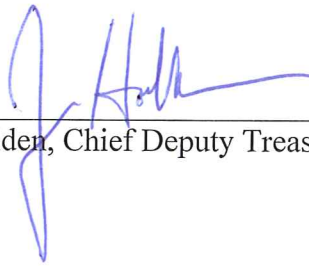
ADJOURNMENT



Adam Horst, State Budget Director



Kirke Willing, Deputy Auditor of State



Jim Holden, Chief Deputy Treasurer